

ORIGINAL  
**JOHNSON UTILITIES, L.**

5230 East Shea Boulevard, Suite 200 \* Scottsdale, Arizona  
PH: (480) 998-3300; FAX: (480) 483-7908



0000174100

October 21, 2016

Ms. Barbara Keene  
Manager, Compliance and Enforcement/Utilities Division  
Arizona Corporation Commission  
1200 W. Washington Street  
Phoenix, AZ 85007

RECEIVED  
AZ CORP COMMISSION  
DOCKET CONTROL  
2016 OCT 20 PM 1:54

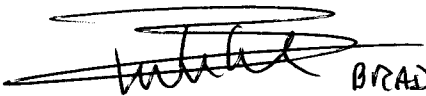
RE: Johnson Utilities, LLC; Compliance with Decision No. 71854  
RE: Semi-Annual CAGRD Fee Report & Proposed Adjuster Fee  
Docket Number: WS02987A-08-0180

Dear Ms. Keene:

Pursuant to the above mentioned decision, Johnson Utilities hereby submits this compliance filing in accordance with the Commission's order to file a semi-annual status report on the CAGRD fees.

Enclosed please find the October 2016 report of CAGRD Account Activity attached hereto as Attachment 1. Calculation of the proposed adjuster fee for the Phoenix and Pinal AMA are attached hereto as Attachments 2 and 3 respectively. A redline copy of the proposed tariff filing is attached hereto as Attachment 4.

If you need any additional information in regards to this compliance item, please do not hesitate to contact me. Thank you for your time and consideration in this matter.

 BRAD COLE


For George Johnson  
Managing Member, Johnson Utilities, LLC

cc: Docket Control (Original + 13 copies)

Arizona Corporation Commission

**DOCKETED**

OCT 20 2016

DOCKETED BY 

# Attachment 1

JOHNSON UTILITIES, LLC  
 ARIZONA GROUND REPLESHMENT DISTRICT FEE  
 ACCOUNT ACTIVITY  
 Six Months Ended September 30, 2016

CAGRD FEES COLLECTED:

	Phoenix	Pinal	Total
Beginning Balance 3/31/2016	4,500,287.74	111,080.12	4,611,367.86
Six Month Collections:			
April, 2016	395,695.56	28,424.54	424,120.10
May, 2016	479,678.14	30,046.15	509,724.29
June, 2016	529,693.63	40,427.83	570,121.46
July, 2016	587,569.89	40,868.02	628,437.91
August, 2016	721,243.24	52,466.88	773,710.12
September, 2016	568,317.07	31,233.60	599,550.67
	3,282,197.53	223,467.02	3,505,664.55
Add; Interest Earned	3,767.95	161.97	3,929.92
Ending Liability as of September 30, 2016			8,120,962.33

BANK ACCOUNT RECAP:

Balance per bank statement - 9/30/2016	5,290,402.50
Deposit in transit	30,559.83
October 2015 payment to CAGRD due to underfunding	2,800,000.00
Adjusted Balance	8,120,962.33

**Statement of Accounts**

Page 1 of 5  
This Statement: September 30, 2016  
Last Statement: August 31, 2016

Primary Account 0566014989

0057177

2075-06-0000-NBA-PG0030-00004

JOHNSON UTILITIES LLC  
GEORGE H JOHNSON  
JANA S JOHNSON  
5230 E SHEA BLVD STE 200  
SCOTTSDALE AZ 85254-5750

**DIRECT INQUIRIES TO:**

1 (800) 497-8168  
WWW.NBARIZONA.COM  
Central  
(800) 497-8168  
2929 N. Central Avenue Suite 120  
Phoenix, AZ 85012-0000

Tired of all the paper? Start receiving your statements electronically and view your account notices online.  
Sign up for Online Banking or login today at [WWW.NBARIZONA.COM](http://WWW.NBARIZONA.COM)

**SUMMARY OF ACCOUNT BALANCE**

Account Type	Account Number	Checking/Savings Ending Balance	Outstanding Balances Owed
Business Money Market Premium	0566014989	\$5,290,402.50	

**BUSINESS MONEY MARKET PREMIUM 0566014989**

922 4

Previous Balance	Deposits/Credits	Charges/Debits	Checks Processed	Ending Balance
3,945,956.93	1,447,282.56	0.00	102,836.99	5,290,402.50

**4 DEPOSITS/CREDITS**

Date	Amount	Description
09/12	773,710.12	REMOTE DEPOSIT 7878022501
09/29	570,000.00	REMOTE DEPOSIT 7878008435
09/30	102,836.99	REMOTE DEPOSIT 7878022092
09/30	735.45	INTEREST PAYMENT 0447397333

**0 CHARGES/DEBITS**

There were no transactions this period.

**1 CHECK PROCESSED**

Number	Date	Amount
1012	09/30	102,836.99

**AGGREGATE OVERDRAFT AND RETURNED ITEM FEES**

	Total for This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

To learn more about our other products and services that may lower the cost of managing account overdrafts or to discuss removing overdraft coverage from your account, please contact Customer Service or visit your local branch.

[illegible]

CHECKBOOK BALANCE	
1. LIST your checkbook balance.	
2. ADD any deposits or other credits listed on the front of this statement which you have not recorded in your checkbook (such as payroll credits or other direct electronic deposits).	
3. SUBTOTAL:	
4. SUBTRACT any charges listed on the front of this statement which you have not recorded (such as service charges, automatic transfers, electronic transactions, etc).	
5. ADJUSTED CHECKBOOK BALANCE:	

STATEMENT BALANCE	
6. LIST your current statement balance as shown on the front of this statement.	
7. ADD deposits made, but not shown on this statement.	
8. SUBTOTAL:	
9. SUBTRACT total from "Checks Outstanding."	
10. ADJUSTED STATEMENT BALANCE:	

0057177-00000001-0134140



**NATIONAL BANK OF ARIZONA®**

PO Box 30709 Salt Lake City, UT 84130-0709

Page 3 of 5  
September 30, 2016  
JOHNSON UTILITIES LLC  
~~0000000000~~

.....  
**DAILY BALANCES**

<i>Date.....</i>	<i>Balance</i>	<i>Date.....</i>	<i>Balance</i>	<i>Date.....</i>	<i>Balance</i>
09/12	4,719,667.05	09/29	5,289,667.05	09/30	5,290,402.50

.....  
**INTEREST**

Interest Earned This Interest Period	\$735.45	Number Of Days This Interest Period	30
Interest Paid Year-To-Date 2016	\$3,618.96	Annual Percentage Yield Earned	0.20%

Current interest rate is 0.200% with no rate change this interest period





**NATIONAL BANK OF ARIZONA**

PO Box 30709 Salt Lake City, UT 84130-0709

Page 4 of 5

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Account Name: Johnson Utilities  
Account Number: \*\*\*\*4989  
Deposit Amount: [REDACTED]  
Deposit Date/Time: 9/12/16 9:23 PM UTC  
Deposit ID: [REDACTED]

Deposit

[REDACTED]

Processed 09/12/16 \$773710.12

Account Name: Johnson Utilities  
Account Number: \*\*\*\*4989  
Deposit Amount: [REDACTED]  
Deposit Date/Time: 9/29/16 8:54 PM UTC  
Deposit ID: [REDACTED]

Deposit

[REDACTED]

Processed 09/29/16 \$570000.00

Account Name: Johnson Utilities  
Account Number: \*\*\*\*4989  
Deposit Amount: [REDACTED]  
Deposit Date/Time: 9/30/16 11:44 PM UTC  
Deposit ID: 5562561

Deposit

[REDACTED]

Processed 09/30/16 \$102836.99

JOHNSON UTILITIES LLC 09-10  
6230 E SHEA BLVD STE 200 480-496-3308  
SCOTTSDALE, AZ 85254-6790

NATIONAL BANK OF ARIZONA  
1-800-496-3308  
www.nba.com

1012  
9/12/2016

Sept 29, 2016

PAY TO THE ORDER OF Cash \$ 102,836.99

—One Hundred and Two Thousand Eight Hundred Thirty-Six and 99/100 Dollars

MEMO [REDACTED]

[Signature]

Processed 09/30/16 \$102836.99 Ch# 1012

# Attachment 2

**JOHNSON UTILITIES, LLC**  
**ADJUSTER FEE CALCULATION**  
**PHOENIX AMA**

Amount to be Recovered (cumulative 2011 - 2015)	19,988,329.18
Total Collections (9/2010 - 12/2015)	<u>15,573,020.25</u>
Over/(under) collected	(4,415,308.93)
Projected 2016 CAGR invoice ( <i>see below</i> )	5,293,264.80
Plus under collections from above	<u>4,415,308.93</u>
Amount to be recovered	9,708,573.73
Total kgal sold in 2015	2,315,829
Charge per kgal	4.19
* Proposed charge per kgal starting December 1, 2016	4.19

**Projected 2016 CAGR invoice using provisional rates published by the  
Central Arizona Groundwater District - *copy attached* :**

	<b>Quantity *</b>	<b>Unit Price</b>	<b>Extended Amount</b>
Annual Membership Dues	5867	52.68	309,073.56
Replenishment Reserve	7150.92	101.00	722,242.92
Infrastructure	7150.92	353.00	2,524,274.76
Admin Component	7150.92	29.00	207,376.68
Water Replenishment	7150.92	214.00	1,530,296.88
Total Projected 2016 CAGR Invoice			<u><u>5,293,264.80</u></u>

### CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT ASSESSMENT RATES

Units = \$/acre-foot

	2015/16	Firm 2016/17	Provi- sional 2017/18	Advisory			
				2018/19	2019/20	2020/21	2021/22
<b><u>Phoenix Active Management Area</u></b>							
Water & Replenishment Component <sup>1</sup>	\$ 179	\$ 186	\$ 214	tbd	tbd	tbd	tbd
Administrative Component <sup>2</sup>	45	32	29	28	28	28	28
Infrastructure & Water Rights Component <sup>3</sup>	353	353	353	353	333	313	293
Replenishment Reserve Charge <sup>4</sup>	67	89	101	tbd	tbd	tbd	tbd
Total Assessment Rate (\$/AF)	\$ 644	\$ 660	\$ 697	tbd	tbd	tbd	tbd
<b><u>Pinal Active Management Area</u></b>							
Water & Replenishment Component <sup>1</sup>	\$ 160	\$ 175	\$ 204	tbd	tbd	tbd	tbd
Administrative Component <sup>2</sup>	45	32	29	28	28	28	28
Infrastructure & Water Rights Component <sup>3</sup>	353	353	353	353	333	313	293
Replenishment Reserve Charge <sup>4</sup>	75	96	108	tbd	tbd	tbd	tbd
Total Assessment Rate (\$/AF)	\$ 633	\$ 656	\$ 694	tbd	tbd	tbd	tbd
<b><u>Tucson Active Management Area</u></b>							
Water & Replenishment Component <sup>1</sup>	\$ 202	\$ 213	\$ 238	tbd	tbd	tbd	tbd
Administrative Component <sup>2</sup>	45	32	29	28	28	28	28
Infrastructure & Water Rights Component <sup>3</sup>	353	353	353	353	333	313	293
Replenishment Reserve Charge <sup>4</sup>	85	108	131	tbd	tbd	tbd	tbd
Total Assessment Rate (\$/AF)	\$ 685	\$ 706	\$ 751	tbd	tbd	tbd	tbd
<b><u>Contract Replenishment Tax - Scottsdale</u> <sup>5</sup></b>							
Cost of Water	\$ 179	\$ 184	\$ 195	\$ 220	tbd	tbd	tbd
Cost of Transportation	0	0	0	0	0	0	0
Cost of Replenishment	0	0	0	0	0	0	0
Administrative Component <sup>2</sup>	45	32	29	28	28	28	28
Total Tax Rate (\$/AF)	\$ 224	\$ 216	\$ 224	\$ 248	tbd	tbd	tbd

### ENROLLMENT & ACTIVATION FEES

Units = \$/Unit

<b>Enrollment Fee - Commercial Subdivisions</b> <sup>6</sup>	n.a.	\$ 500	\$ 700	\$ 924	\$ 1,094	tbd	tbd
<b>Enrollment Fee</b> <sup>7</sup>	\$ 284	\$ 284	\$ 284	\$ 284	\$ 284	\$ 292	\$ 301
<b>Activation Fee - Minimum</b> <sup>8</sup>	\$ 282	\$ 282	\$ 282	\$ 282	\$ 282	tbd	tbd
<b>Activation Fee - Phoenix AMA</b> <sup>8</sup>	\$ 350	\$ 460	\$ 610	\$ 820	\$ 1,080	tbd	tbd
<b>Activation Fee - Pinal Post-2007</b> <sup>8</sup>	\$ 350	\$ 460	\$ 610	\$ 820	\$ 1,080	tbd	tbd
<b>Activation Fee - Tucson AMA</b> <sup>8</sup>	\$ 320	\$ 400	\$ 510	\$ 640	\$ 810	tbd	tbd

### ANNUAL MEMBERSHIP DUES

#### **Member Land Annual Membership Dues (\$/Lot)** <sup>9</sup>

Phoenix Active Management Area	\$ 20.78	\$ 16.50	\$ 22.63	\$ 27.24	\$ 27.16	\$ 28.43	\$ 29.87
Pinal Active Management Area	\$ 2.80	\$ 10.57	\$ 14.88	\$ 18.48	\$ 19.18	\$ 20.85	\$ 22.58

Tucson Active Management Area	\$ 13.21	<b>\$ 16.89</b>	<b>\$ 23.58</b>	\$ 28.86	\$ 29.17	\$ 30.91	\$ 32.88
<b><u>Member Service Area Annual Membership Dues (\$/AF)</u></b> <sup>9</sup>	\$ 32.34	<b>\$ 52.68</b>	<b>\$ 74.44</b>	\$ 93.32	\$ 98.56	\$ 108.97	\$ 120.12

**NOTES:**

- 1) The Water & Replenishment Component covers the projected annual costs of satisfying replenishment obligations, including the purchase of long-term storage credits (LTSC) and the purchase and replenishment of water and effluent. For the Phoenix Active Management Area (AMA), replenishment is planned to be accomplished at direct underground storage facilities (USFs) and groundwater savings facilities (GSFs). For the Pinal AMA, replenishment is planned to be accomplished at GSFs. For the Tucson AMA, replenishment is planned to be accomplished at USFs.
- 2) The Administrative Component covers CAGRDR administrative costs, except labor related costs associated with the acquisition of infrastructure and water rights, and associated with enrollment costs. A \$2/AF has been added to this component to fund the Board's CAGRDR conservation program.
- 3) The Infrastructure & Water Rights Component covers the cost to develop additional water supplies and the cost to construct additional infrastructure as the need arises.
- 4) The Replenishment Reserve Charge covers costs associated with establishing a replenishment reserve of LTSCs as provided in ARS Sections 48-3774.01 and 48-3780.01.
- 5) The components of the Contract Replenishment Tax - Scottsdale reflect the provisions in the Water Availability Status Contract to Replenish Groundwater between CAWCD and Scottsdale.
- 6) Separate Enrollment Fees for Commercial Subdivisions were authorized by the November 5, 2015 CAP Board Amended Enrollment Fee and Activation Fee Policy. Enrollment Fees for Commercial Subdivisions are phased in over a two year period, and starting in the 2018/2019 fiscal year forward, are equal to the Member Land Enrollment Fee plus the Tucson AMA Activation Fee. This formula applies with the exception being if a Commercial Subdivision enrolls with more than 50 parcels, then the Commercial Subdivision Enrollment Fee applies on the first 50 parcels, and only the Member Land Enrollment Fee applies to the number of parcels over 50.
- 7) The Enrollment Fee is collected pursuant to the CAGRDR Enrollment Fee and Activation Fee Policy adopted by the Board on May 1, 2008. A \$2 per housing unit is included in the Enrollment Fee to help fund CAGRDR's conservation program.
- 8) The Activation Fees is in accordance with the Preliminary 2014/15 - 2019/20 CAGRDR Activation fee schedule adopted by the Board on November 7, 2013.
- 9) The Annual Membership Dues for Member Lands and Member Service Areas are pursuant to ARS Sections 48-3772.A.8. and 48-3779 as well as the Policy on Collection of CAGRDR Annual Membership Dues adopted by the Board on April 7, 2011.



# CAGRD

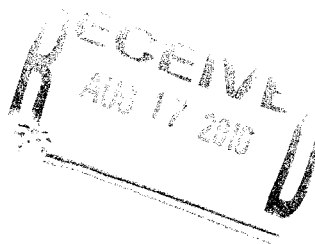
CENTRAL ARIZONA GROUNDWATER  
REPLENISHMENT DISTRICT  
A Division of Central Arizona Project

# Invoice

## CAGRD

JOHNSON UTILITIES LLC  
KATHERINE NIERVA  
5230 E SHEA BLVD  
SUITE 200  
SCOTTSDALE, AZ 85254

Invoice 68486  
Customer Number 1286  
Billing Date 08/15/2016  
Due Date 10/15/2016

**Remit To:**

CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT  
P.O. BOX 42447  
PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149

[inquiries@cap-az.com](mailto:inquiries@cap-az.com)

Description	Quantity	Unit Price	Extended Amount
ANNUAL MEMBERSHIP DUES	5867 ea	52.68	309,073.56
REPLENISHMENT RESERVE	7150.92 ea	89.00	636,431.88
INFRASTRUCTURE	7150.92 ea	353.00	2,524,274.76
ADMIN COMPONENT	7150.92 ea	32.00	228,829.44
WATER REPLENISHMENT	7150.92 ea	186.00	1,330,071.12

Total Amount Due \$5,028,680.76  
Payments and Credits 0.00

**Pay This Amount \$5,028,680.76**

*Late charges may be assessed on payments received after the due date.*

**Reference**

2015 CAGRD MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (86-400665.0001)--Note:  
Payments not postmarked or received by October 15, 2016 will incur an interest penalty pursuant to ARS 48-3782.A



# CAGRD

CENTRAL ARIZONA GROUNDWATER  
REPLENISHMENT DISTRICT  
A Division of Central Arizona Project

# Invoice

## CAGRD

Please include this page with payment

Remit to:  
CENTRAL ARIZONA PROJECT  
P.O. BOX 42447  
PHOENIX, AZ 85080-2447

Customer: 1286  
JOHNSON UTILITIES LLC

Billing Date: 08/15/2016

Due Date: 10/15/2016

Invoice: 68486

Amount Due: \$5,028,680.76

**ACH/Wire Payments to:**

Bank of America  
ABA # 122101706 (ACH)  
ABA # 026009593 (Wire)  
Account 0046-7808-1745  
Include your name or company name and reference the invoice number

☐ Check here if your address or phone number has changed. Note changes below. If address is correct on invoice, do not complete this section.

CUSTOMER NAME \_\_\_\_\_

CONTACT \_\_\_\_\_ TITLE \_\_\_\_\_

BILLING ADDRESS \_\_\_\_\_

CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

PHONE \_\_\_\_\_ EXT \_\_\_\_\_ FAX \_\_\_\_\_

E-MAIL \_\_\_\_\_

# Attachment 3

**JOHNSON UTILITIES, LLC**  
**ADJUSTER FEE CALCULATION**  
**PINAL AMA**

Amount to be Recovered (cumulative 2011 - 2015)	904,760.00
Total Collections (9/2010 - 12/2015)	<u>443,358.31</u>
Over/(under) collected	(461,401.69)
Projected 2016 CAGR invoice ( <i>see below</i> )	304,644.72
Plus under collections from above	<u>461,401.69</u>
Amount to be recovered	766,046.41
Total kgal sold in 2015	314,769
Charge per kgal	2.43
* Proposed charge per kgal starting December 1, 2016	2.43

**Projected 2016 CAGR invoice using provisional rates published by the  
Central Arizona Groundwater District - *copy attached* :**

	Quantity *	Unit Price	Extended Amount
Annual Membership Dues	1894	52.68	99,775.92
Replenishment Reserve	295.2	108.00	31,881.60
Infrastructure	295.2	353.00	104,205.60
Admin Component	295.2	29.00	8,560.80
Water Replenishment	295.2	204.00	60,220.80
Total Projected 2016 CAGR Invoice			<u><u>304,644.72</u></u>

### CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT ASSESSMENT RATES

Units = \$/acre-foot

	2015/16	Firm 2016/17	Provi- sional 2017/18	Advisory			
				2018/19	2019/20	2020/21	2021/22
<b>Phoenix Active Management Area</b>							
Water & Replenishment Component <sup>1</sup>	\$ 179	\$ 186	\$ 214	tbd	tbd	tbd	tbd
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Replenishment Reserve Charge <sup>4</sup>	67	89	101	tbd	tbd	tbd	tbd
Total Assessment Rate (\$/AF)	\$ 644	\$ 660	\$ 697	tbd	tbd	tbd	tbd
<b>Pinal Active Management Area</b>							
Water & Replenishment Component <sup>1</sup>	\$ 160	\$ 175	\$ 204	tbd	tbd	tbd	tbd
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<b>Contract Replenishment Tax - Scottsdale <sup>5</sup></b>							
Cost of Water	\$ 179	\$ 184	\$ 195	\$ 220	tbd	tbd	tbd
Cost of Transportation	0	0	0	0	0	0	0
Cost of Replenishment	0	0	0	0	0	0	0
Administrative Component <sup>2</sup>	45	32	29	28	28	28	28
Total Tax Rate (\$/AF)	\$ 224	\$ 216	\$ 224	\$ 248	tbd	tbd	tbd

### ENROLLMENT & ACTIVATION FEES

Units = \$/Unit

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Enrollment Fee <sup>7</sup>	\$ 284	\$ 284	\$ 284	\$ 284	\$ 284	\$ 292	\$ 301
Activation Fee - Minimum <sup>8</sup>	\$ 282	\$ 282	\$ 282	\$ 282	\$ 282	tbd	tbd
Activation Fee - Phoenix AMA <sup>8</sup>	\$ 350	\$ 460	\$ 610	\$ 820	\$ 1,080	tbd	tbd
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### ANNUAL MEMBERSHIP DUES

#### Member Land Annual Membership Dues (\$/Lot) <sup>9</sup>

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Tucson Active Management Area	\$ 13.21	<b>\$ 16.89</b>	<b>\$ 23.58</b>	\$ 28.86	\$ 29.17	\$ 30.91	\$ 32.88
<b><u>Member Service Area Annual Membership Dues (\$/AF)</u></b> <sup>9</sup>	\$ 32.34	<b>\$ 52.68</b>	<b>\$ 74.44</b>	\$ 93.32	\$ 98.56	\$ 108.97	\$ 120.12

**NOTES:**

- 1) The Water & Replenishment Component covers the projected annual costs of satisfying replenishment obligations, including the purchase of long-term storage credits (LTSC) and the purchase and replenishment of water and effluent. For the Phoenix Active Management Area (AMA), replenishment is planned to be accomplished at direct underground storage facilities (USFs) and groundwater savings facilities (GSFs). For the Pinal AMA, replenishment is planned to be accomplished at GSFs. For the Tucson AMA, replenishment is planned to be accomplished at USFs.
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- 5) The components of the Contract Replenishment Tax - Scottsdale reflect the provisions in the Water Availability Status Contract to Replenish Groundwater between CAWCD and Scottsdale.
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# CAGRD

CENTRAL ARIZONA GROUNDWATER  
REPLENISHMENT DISTRICT

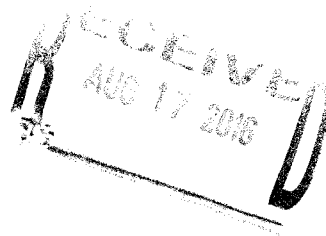
A Division of Central Arizona Project

# Invoice

## CAGRD

JOHNSON UTILITIES LLC  
KATHERINE NIERVA  
5230 E SHEA BLVD  
SUITE 200  
SCOTTSDALE, AZ 85254

Invoice 68487  
Customer Number 1286  
Billing Date 08/15/2016  
Due Date 10/15/2016



**Remit To:**

CENTRAL ARIZONA GROUNDWATER REPLENISHMENT DISTRICT  
P.O. BOX 42447  
PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149 [inquiries@cap-az.com](mailto:inquiries@cap-az.com)

Description	Quantity	Unit Price	Extended Amount
REPLENISHMENT RESERVE	295.2 ea	96.00	28,339.20
INFRASTRUCTURE	295.2 ea	353.00	104,205.60
ADMIN COMPONENT	295.2 ea	32.00	9,446.40
WATER REPLENISHMENT	295.2 ea	175.00	51,660.00
ANNUAL MEMBERSHIP DUES	1894 ea	52.68	99,775.92

Total Amount Due \$293,427.12  
Payments and Credits 0.00

**Pay This Amount** \$293,427.12

*Late charges may be assessed on payments received after the due date.*

**Reference**

2015 CAGRD MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (26-401382.0001)--Note:  
Payments not postmarked or received by October 15, 2016 will incur an interest penalty pursuant to ARS 48-3782.A



# CAGRD

CENTRAL ARIZONA GROUNDWATER  
REPLENISHMENT DISTRICT

A Division of Central Arizona Project

# Invoice

## CAGRD

Please include this page with payment

Customer: 1286  
JOHNSON UTILITIES LLC

Billing Date: 08/15/2016

Due Date: 10/15/2016

Invoice: 68487

Amount Due: \$293,427.12

Remit to:  
CENTRAL ARIZONA PROJECT  
P.O. BOX 42447  
PHOENIX, AZ 85080-2447

**ACH/Wire Payments to:**

Bank of America  
ABA # 122101706 (ACH)  
ABA # 026009593 (Wire)  
Account 0046-7808-1745  
Include your name or company name and reference the invoice number

☐ Check here if your address or phone number has changed. Note changes below. If address is correct on invoice, do not complete this section.

CUSTOMER NAME \_\_\_\_\_

CONTACT \_\_\_\_\_ TITLE \_\_\_\_\_

BILLING ADDRESS \_\_\_\_\_

CITY \_\_\_\_\_ STATE \_\_\_\_\_ ZIP \_\_\_\_\_

PHONE \_\_\_\_\_ EXT \_\_\_\_\_ FAX \_\_\_\_\_

E-MAIL \_\_\_\_\_

# Attachment 4

JOHNSON UTILITIES, L.L.C.  
dba Johnson Utilities Company

Sheet No. ~~7.6~~ 7.7

DOCKET WS-02987A

Cancelling Sheet No. ~~7.5~~ 7.6

PART ONE

STATEMENT OF RATES AND CHARGES—WATER DIVISION

E. Central Arizona Groundwater Replenishment District Adjustor Charge.

1. CAGRD Adjustor Mechanism. In Decision No. 71854 dated August 24, 2010, the Arizona Corporation Commission authorized the Company to implement a Central Arizona Groundwater Replenishment District ("CAGRD") adjustor mechanism to recover the annual tax assessments imposed upon the Company by the CAGRD as a result of the Company's membership in the CAGRD. Accordingly, in addition to all other applicable rates and charges in this tariff, each customer shall pay a monthly CAGRD adjustor charge per thousand gallons of water delivered, as set forth below, effective for all water service rendered in all water service areas for all classes of service on and after June 1, 2010, in accordance with all conditions set forth in Decision No. 71854. The CAGRD adjustor fee shall be calculated as follows: The total CAGRD fees for the most current year in the Phoenix Active Management Area ("Phoenix AMA") shall be divided by the gallons sold in that year to determine a CAGRD fee per 1,000 gallons delivered to customers in the Phoenix AMA. Similarly, the total CAGRD fees for the most current year in the Pinal Active Management Area ("Pinal AMA") shall be divided by the gallons sold in that year to determine a CAGRD fee per 1,000 gallons delivered to customers in the Pinal AMA. By August 25th of each year, the Company shall submit for Commission consideration its proposed CAGRD adjustor fees for the Phoenix AMA and the Pinal AMA, along with the calculations and documentation from the relevant state agencies to support the data used in the calculations. The Commission-approved CAGRD fees shall become effective on October 1 and shall remain in effect until the next CAGRD fee is calculated and approved. To prevent over or under recovery of CAGRD assessments, an annual true-up shall be performed at the time the Company submits its proposed CAGRD adjustor to the Commission. Any over or under recovery of CAGRD fees shall be included in the next year's computation.

2. CAGRD Adjustor Fees. A CAGRD adjustor fee shall be applicable to each thousand gallons of water sold, as follows:

<u>AMA Where Customer Resides:</u>	<u>Rate Per Thousand Gallons of Water Delivered:</u>
Phoenix AMA	4.19 <del>\$2.57</del> (effective <del>2/1/2016</del> 12/1/2016)
Pinal AMA	2.43 <del>\$1.23</del> (effective <del>2/1/2016</del> 12/1/2016)

Issued: February 1, 2016

December 1, 2016

ISSUED BY:

George H. Johnson, Managing Member  
Johnson Utilities Company  
5320 E. Shea Blvd.  
Scottsdale, AZ 85254

Effective: February 1, 2016

December 1, 2016

APPROVED FOR FILING

DECISION #: 75462